

**GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA**

STARRED QUESTION NO:498
ANSWERED ON:22.12.2000
FDI IN STEEL PLANTS
CHANDRAKANT BHAURAO KHAIRE

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

- (a) whether the Government have permitted multinational companies to make direct foreign investment in steel plants;
- (b) If so, the details thereof with names of steel plants alongwith the States where direct foreign investment has been made so far;
- (c) whether some percentage of foreign equity has been fixed; and
- (d) if so, the details thereof with percentage of the Government equity?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (DR. RAMAN SINGH)

(a) Yes, Sir.

(b) A list indicating the state-wise approvals accorded to projects in the metallurgical sector, including steel, is annexed. The details of these projects are published in the monthly SIA Newsletter brought out by Department of Industrial Policy & Promotion, which is widely circulated, including to the Library of the House.

(c) & (d) For establishing a new venture in the steel sector, FDI is allowed upto 100% under the automatic route, subject to the provisions of FDI policy. The union Government has, at present, no intention to set up a new steel plant in the central public sector.

Statement referred to in reply to Lok Sabha Starred Question No. 498 for 22.12.2000

State-wise Break up of Foreign Direct Investment Proposals Approved during (August,1991 to October,2000)

FOR THE SECTOR METALLURGICAL INDUSTRIES

STATE	No. of Approvals Approved Financial	Amt. of FDI Total (Rs. Crore)	% to
ANDHRA PRADESH	14	1008.34	7.04
BIHAR	5	17.10	0.12
GUJARAT	19	796.37	5.56
HARYANA	10	86.75	0.61
HIMACHAL PRADESH	0	0.00	0.00
KARNATAKA	15	1040.69	7.26
KERALA	1	0.32	0.00
MADHYA PRADESH	4	1529.35	10.67
MAHARASHTRA	36	1279.13	8.93
MEGHALAYA	3	46.96	0.33
ORISSA	22	2066.97	14.42
PUNJAB	2	17.13	0.12
RAJASTHAN	7	122.16	0.85
TAMIL NADU	30	512.38	3.58
UTTAR PRADESH	5	8.05	0.06
WEST BENGAL	11	39.66	0.28
DADRA & NAGAR HAVELI	1	2.00	0.01
DELHI	18	831.01	5.80
GOA	6	65.60	0.46
DAMAN & DIU	0	0.00	0.00
State Not Indicated	89	4859.99	33.91

Total

298

14329.96